

FOIAb3b

INVESTIGATIONS:

Heat on Hunt

Haroldson Lafayette Hunt lives in Dallas, has \$700 million, and owns a home which is a replica of Mount Vernon, only much bigger. At 75, he is bulky and slightly stooped, a shy homebody of a farmer-turned-oilman-turned financier, devoted to goat milk, clip-on bow ties, Deaf Smith County wheat bread, and some of the farthest right-

wing causes of his time.

Propagandizing for these through his tax-exempt Life Line Foundation and its predeecssor, Facts Forum, has been the main interest of H.L. Hunt's life for the past fifteen years. Occasionally he has stepped out of bounds, as in his distribution of 102,000 copies of an anti-Catholic sermon during the 1960 campaign. But most Americans, though shying from his denunciations of Dwight Eisenhower as "the worst of Presidents," the "heathen nations" in the U.N., and the "socialistic tendencies" of Hoover's Administration, might feel he was within his rights to sound off-except for the fact that the government, by allowing him to take income-tax deductions on the undisclosed millions he has sunk

phurous Wright Patman, 71, chairman munist activities in Europe and Latin of a House Small Business subcommit- America. Objections came on two tee. Last week Patman challenged In- counts: such use of foundation grants ternal Revenue Service officials for not would bring American scholars and scirevoking Life Line's tax-exempt status, entists in foreign countries under sus-

recommended revocation of Life Line's this foundation investigation. tax-exempt status, and that the recom-But Patman was sure Life Line still mendation had been buried until now. did. In Dallas, H.L. Hunt insisted and Standard Oil of Indiana.

'Propaganda Peddling': Glaring down from his high mahogany bench at acting IRS commissioner Bertrand Harding, an Eisenhower appointee, Patman said: "It has long been apparent to me that you people, who are supposed to be protecting the public interest, are engaged in an unusual effort as apologists and advocates for the large foundations. For some reason, a number of IRS and Treasury officials feel compelled to cover up the propaganda peddling of the elite bureaucrats of the large foundations, their gravy trains, and their inefficiencies."

Harding's response was not lionlike. "Chairman, sir," he said, "we are not exceedingly proud of our record to the degree with which we have made examinations-of-tax-exempt foundations. I accept criticism for the past, but we have expanded our examination of these organizations since 1960. IRS, however, cannot plead guilty of failure to support FTC, CAB, and SEC regulations. Our

role is not that of a general policeman." 'Secret Conduit': Earlier in the week, the committee released a different kind of boomer. Another tax-exempt foundation, the J.M. Kaplan Fund, had acted into Life Line, is in effect footing part as a "secret conduit" for transmission of \$395,000 of alleged CIA money to an. This is certainly the opinion of sul- organization identified with anti-Comand got IRS assurances that it had under picion; and CIA should not have used very active" investigation two dozen the Kaplan Fund because it is under (unnamed) foundations that use mass investigation for free-wheeling business news media to advance various causes. maneuvers. However, after a single ses-The committee brought out the un- sion of testimony, Patman met with publicized fact that eighteen months representatives of the CIA and then anago the Baltimore district of the IRS nounced: "The CIA does not belong in

It also charged that \$273,691 donated righteously it was an educational and for subscriptions to Facts Forum News patriotic undertaking. "An attack is bebetween 1954 and 1956 had disappeared, with the foundation unable to present the property of a house give the number of subscriptions pur- already had an answer on record: "If an chased by each donor or the addresses old slouch like Hunt really wants to to which they were sent. Among the educate the people, he's got lots of contributors were Hunt himself, the money to do it, without putting Hunt Oil Co., Sears, Roebuck and Co., \$27.5 million which is tax-exempt aside for the Life Line Foundation."